



# Presented to Export Control Coordinators Organization

by Frances Keel June 3, 2003



#### **Overview**

- IPP Program and Structure
- IPP Export Control Issues
- Questions



#### **Mission Statement**

- Prevent the spread of weapons technologies by engaging former NIS weapons scientists, engineers and technicians through:
  - Funding non-military joint R&D projects between NIS institutes formerly active in weapons-related work and DOE laboratories
  - Identifying and creating non-military, commercial applications
  - Engaging U.S. industry in a partnership with U.S.
     National Labs and Newly Independent States (NIS) institutes



#### **Homeland Security in Practice**

- Helping prevent transfers of sensitive weapons-related technologies
- Fostering culture of nonproliferation
- Scientific and technical R&D shared through joint collaboration with national labs

#### **IPP Structure**



- National Nuclear Security Agency
  - Headquarters
  - National Laboratories
- U.S. Industry Coalition (USIC)
  - Over 150 member companies
  - Nonprofit membership organization
- U.S. Industry Partners
  - Commercialization of Technologies
  - \$ for \$ In-Kind or Cash Contributions

#### **Headquarters Role**



- MANAGES project review, selection, monitoring, including technology transfer and export control issues
- FUNDS national laboratories and the USG contribution to host country scientists
- ENSURES U.S. interagency coordination for all IPP funded projects, compliance with policy



#### **Role of National Laboratories**

- Foster relationships with host country scientists
- Provide World class technical expertise
- Access and identify host country science and its applicability to commercial products
- Reduce technical risk for U.S. companies
- Provide technical management and oversight for the projects

#### **USIC** Role



- IDENTIFIES potential U.S. industry partners
- PROVIDES legal basis for industry access to intellectual property rights from IPP projects
- FACILITATES commercialization through:
  - expertise in technology commercialization
  - business plan and investment assistance



#### Role of U.S. Industry Partner

- IPP REQUIRES a U.S. industry partner for each project, which:
- ENSURES a market focus
- CONTRIBUTES business expertise
- PROVIDES a basis for USG exit strategy
- Industry matches IPP investment (at least) dollar-for-dollar with cash or in-kind contribution
- On average, industry contributes \$1.05 for each USG \$1.00

### National Nuclear Security Administration

#### **Initial Commercial Results**

- 13 IPP commercialized projects
  - \$26 million in annual sales
- Private investment capital
  - \$97 million in venture capital for five USIC member companies as a result of IPP technologies



#### **IPP and Export Controls**

 Technology Transferred from Russia to U.S.

 Equipment Usually Purchased by Russian Institute

Few Export Control Issues



## IPP and Export Controls cont.

- License Applications
  - Verify a license is needed
  - Apply ONLY for items subject to control
  - Not necessary to submit entire IPP project for review



#### **Applying for a License**

- Responsible Party
  - Laboratory Contracts
  - Headquarters Master Contracts



#### **Questions**

Contact Information

**Frances Keel** 

202.586.2197

Frances.Keel@hq.doe.gov